(In Thousands)

(continued)

		Totals (Memorandum		
	Enterprise		Internal Service	Only) Primary Government
Operating revenues:	_			
Charges for services and sales	\$	162,585	60,050	222,635
Interest		8,397	16,000	8,397
Rents and commissions Other		1,253 2,435	16,989	18,242 2,435
oulei		2,433		2,433
Total operating revenues		174,670	77,039	251,709
Operating expenses:				
Personal services		34,043	33,037	67,080
Contractual services		80,301	41,370	121,671
Materials, supplies, services and other		7,780	9,764	17,544
Rent		-	2,262	2,262
Cost of stores issuance		1,891	3,715	5,606
Depreciation		9,829	4,502	14,331
Loss on loan foreclosures		637		637
Total operating expenses		134,481	94,650	229,131
Operating income (loss)		40,189	(17,611)	22,578
Non-operating revenues (expenses):				
Interest revenue		4,265	50	4,315
Interest expense		(24,523)	(1,397)	(25,920)
Gain (loss) on disposal of fixed assets		(60)	44	(16)
Damages/losses recovered		-	395	395
Special assessments		511	-	511
Other revenues		159	2,255	2,414
Other expenses		(765)	-	(765)
Total non-operating revenues (expenses)		(20,413)	1,347	(19,066)
Income (loss) before operating transfers		19,776	(16,264)	3,512
Operating transfers in (out):				
Transfers in		11,236	9,204	20,440
Transfers from component units		´ -	52	52
Transfers out		(10,158)	(3,056)	(13,214)
Total operating transfers		1,078	6,200	7,278
Net income (loss)		20,854	(10,064)	10,790

## ALL PROPRIETARY FUND TYPES COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS For the fiscal year ended December 31, 1998

CITY OF MINNEAPOLIS, MINNESOTA Exhibit 4 (Continued) (In Thousands)

	Proprietary Fund Types			Totals (Memorandum
	Ent	terprise	Internal Service	Only) Primary Government
Other changes in retained earnings:	<u> </u>			
Credit arising from transfer of depreciation				
to contributed capital		862	-	862
Increase (decrease) in retained earnings		21,716	(10,064)	11,652
Retained earnings - January 1 - As previously reported		103,884	(17,011)	86,873
Restatement		415	-	415
Retained earnings - January 1 - Restated		104,299	(17,011)	87,288
Retained earnings - December 31	\$	126,015	(27,075)	98,940

The notes to the financial statements are an integral part of this statement.